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April 13, 2005 AZ CORP COMMISSION DOCUMENT CONTROL

Arizona Corporation Commission
DOCKETED

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DOCKETED BY

Ms. Judith Riley Telecom Professionals, Inc. 1912 Lakeside Drive Oklahoma City, Oklahoma 73120

RE: Staff's Letter of Insufficiency and First Set of Data Requests to Matrix Telecom, Inc. Docket No. T-03228A-05-0244

Dear Ms. Riley:

On April 6, 2005, Matrix Telecom, Inc. ("Matrix") filed an application for a Certificate of Convenience and Necessity ("CC&N") to provide telecommunication services in the State of Arizona. The application is not yet sufficient. This data request lists the information Staff needs to complete its analysis of your application. Please treat this, as Staff's first set of data requests to Matrix in the above-referenced matter.

For purposes of this data request set, the words "Matrix", "Applicant", "the Company", "you", and "your" refer to Matrix Telecom, Inc. and any representative, including every person and/or entity acting with, under the control of, or on behalf of Matrix Telecom, Inc. For each answer, please identify by name, title, and address each person providing information that forms the basis for the response provided.

These data requests are continuing, and your answers or any documents supplied in response to these data requests should be supplemented with any additional information or documents that come to your attention after you have provided your initial responses.

Please provide Docket Control with the information being requested within **60 days** of the date of this letter. Mail an original plus 13 copies to Docket Control, Arizona Corporation Commission, 1200 W. Washington Street, Phoenix, AZ 85007-2927. If no response is received or all deficiencies are not remedied within 60 days, Staff will recommend that the application be terminated as per Rule R14-2-1103(B)3 and R14-2-510(E)3. If the application is terminated, the Applicant cannot provide the same telecommunications services in Arizona for which it is currently applying, until such time as a new application is filed with and approved by the Commission.

Remember that information submitted for a CC&N will be made a part of the public record (including financial statements). Any information designated as confidential will not be accepted by Docket Control. If you have any questions, please contact me at (602) 364-0235. Thank you for your prompt response to this request.

Respectfully,

Adam Lebrecht

Executive Consultant I

Utilities Division

Enclosure(s)

CC: Docket Control Center (Original and Thirteen Copies)

STAFFS FIRST SET OF DATA REQUESTS FOR MATRIX TELECOM, INC. DOCKET NO. T-03228A-05-0244

Please make sure each numbered item and each part of the item is answered completely. In order for Staff to continue with its review of this application, the following information must be submitted:

- 1. Please explain how your company calculated the actual maximum and actual minimum rates that will be contained in your tariffs for each of your services.
- 2. Please indicate why you believe that your range of rates is just and reasonable using a competitive market analysis. Your analysis may contain publicly available examples of rates charged by the incumbent or other carriers for similar services or any other information that you believe demonstrates that your actual rates are just and reasonable. Please include any supporting materials. For a list of telecommunications carriers certificated in Arizona, go to www.cc.state.az.us/utility/utility for a list of Commission-approved telecommunications rates and tariffs, go to www.cc.state.az.us/utility/tariffs.
- 3. Please indicate why you believe that your range of rates is just and reasonable using a fair value or cost basis. Please include economic justification or cost support data. Please include any supporting materials.
- 4. Please submit tariff pages which indicate whether or not Matrix will collect advances, deposits and/or prepayments from its customers.
- 5. Please identify any other jurisdictions in which your company or an affiliate provides similar services. Please specify the rates that your company and/or affiliate charges for these similar services in these other jurisdictions. If there is a difference between the rates that your company will charge in Arizona and the rates that your company and/or affiliate charges in other jurisdictions for similar service, please identify and indicate the amount of the difference and explain why you are charging different rates in Arizona. If Matrix does not provide service in 6 or more states, please indicate Matrix's total number of employees and their total combined years of experience in the telecommunications industry.
- 6. Please indicate if the telecommunications provider(s), whose services Matrix is planning to resell, abide by the quality of service standards approved in Commission Decision No. 59421.
- 7. Please indicate if the telecommunications provider(s), whose services Matrix is planning to resell, provide all customers with 911 or E911 service.
- 8. Please indicate if the telecommunications provider(s), whose services Matrix is planning to resell, currently use switches that are "fully equal access capable."